

Valu-Trac Investment Management Limited

Authorised and regulated by the Financial Conduct Authority (FCA), registration number 145168.
Registered in England No. 2428648

<http://www.valu-trac.com>

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**Orton, Moray
IV32 7QE**

9th September 2020

Dear Sir/Madam ,

VT Garraway Absolute Equity Fund (640190) (the "Fund")

Further to our letter of 20 December 2019, we write to provide an update and to inform you that we are scheduling a further capital distribution.

Liquidation of investments

The underlying investments of the Fund have continued to be sold down and we are now in a position to return to shareholders an additional £3million from the Fund. This payment has been made on 9 September 2020.

The time period for the sell down cannot be guaranteed due to the illiquid nature of the remaining holdings and as some are unlisted investments. The Investment Manager, in consultation with and subject to instructions received from us, is seeking to liquidate the positions in a manner which is in the best interests of the Fund. The Investment Manager will continue to monitor and assess the options for liquidation of the investments. We (as ACD), Garraway Capital Management LLP (as the Investment Manager) and the Depositary continue to waive our fees during this period of wind-up.

As you are aware from our letter dated 25 July 2019, provision has been made in respect of a claim which has been brought against the Fund (details of which are set out in that letter) and so, depending on the outcome of this claim (which we are defending, the cost of doing so being incurred with a view to preserving and/or maximising the value of the Fund's assets), a further payment may become due to you. A small amount of cash will be retained in the Fund until all expenses are finalised and settled.

Next steps

You do not need to take any action at this time. However, if you have any questions in respect of any of the above please contact us on 01343 880344. We will update you again in due course, as and when appropriate.

Where appropriate funds will be paid to the bank details which were used for the payment of the initial distributions. If your investment is in an ISA wrapper, then one of the following actions will be undertaken:-

1. Funds transferred to your other ISA Provider in line with your previous instructions given for the initial distribution.
2. Funds have been reinvested into your existing ISA with Valu-Trac as per your previous instructions.
3. As instructed by you, funds have been released as a cash payment to you resulting in the loss of the ISA status.
4. If we are not in receipt of an instruction from you we will not automatically return the proceeds so as to retain the ISA status.

If we have not been provided with Bank details and/or suitable written instructions then we will retain the funds until such time as we are advised accordingly.

If you are in any doubt about the action you should take following the termination we recommend that you speak with your financial adviser.

Kind regards

David Fraser FCCA
Head of Administration Services

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